

ORIGINAL



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AZ CORP COMMISSION
DOCKET CONTROL

BEFORE THE ARIZONA CORPORATION COMMISSION

COMMISSIONERS

SUSAN BITTER-SMITH, CHAIRMAN
BOB STUMP
BOB BURNS
TOM FORESE
DOUG LITTLE

Arizona Corporation Commission

DOCKETED

JUL 06 2015

DOCKETED BY

MLB

IN THE MATTER OF THE APPLICATION
OF SOUTHLAND UTILITIES COMPANY,
INC. FOR AN INCREASE IN RATES

DOCKET NO. W-02062A-15-0224

**NOTICE OF MAILING
CUSTOMER NOTIFICATION**

Southland Utilities Company, Inc. ("Company"), hereby files its affidavit of mailing the customer notification regarding the filing of the application for an increase in rates. See Attachment 1.

DATED this 6th day of July, 2015.

MOYES SELLERS & HENDRICKS LTD.

Steve Wene

Steve Wene

1 **Original** and **13** copies filed this
2 6th day of July, 2015, with:

3 Docket Control
4 Arizona Corporation Commission
5 1200 West Washington
6 Phoenix, Arizona 85007

7 Donnelly Herbert
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ATTACHMENT 1

1 AFFIDAVIT

2
3 STATE OF ARIZONA)
4) ss.
County of Pima)

5 I, the undersigned, after being first duly sworn upon my oath, hereby affirm as follow:

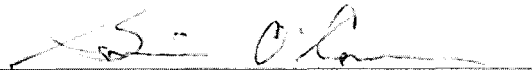
- 6 1) I am over the age of eighteen.
7
8 2) I have personal knowledge of the statements set forth herein and I am competent to
testify at a hearing or trial with respect to the same.
9
10 3) I certify that on behalf of Southland Utilities Company, Inc., on June 30, 2015, I
mailed, or caused to be mailed, to each company customer a copy of the customer notification
attached hereto.

11 DATED this 30th day of June, 2015.
12

13 

14 Paul Juhl
15 Southwestern Utility Management, Inc.

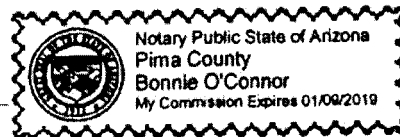
16
17 SUBSCRIBED AND SWORN TO before me, a Notary Public, this 30th day of June
18 2015.

19 

20 Notary Public

21 My Commission Expires:

22 1/9/2019



CUSTOMER NOTIFICATION

Southland Utilities Company, Inc. ("Company") as applied to the Arizona Corporation Commission for an adjustment in rates. The current rates have been in effect since July 1, 2011. An increase in rates is necessary at this time due to the need to pay operation and maintenance expenses as well as debt service obligations. Based on the Company's unaudited Test Year results, the Company realized an operating income of \$89,068. The Company is requesting a revenue increase of \$40,000 or 12.01% of total revenues. Please see the attached pages 9a, 9b, and 11 of the Company's application for the current and proposed rates.

The Application is available for inspection during regular business hours at the offices of the Commission in Phoenix at 1200 West Washington Street (for Tucson, call 800-535-0148 if located outside the Tucson local calling area or 520-628-6555 if inside the Tucson local calling area) and at Southwestern Utility Management, Inc., 2015 North Forbes Blvd, Suite 107, in Tucson, Arizona.

Please be advised that the rates and charges ultimately approved by the Commission may be higher or lower than the rates and charges requested in the Application.

Customer input is an important part of the Commission's analysis of the requested adjustment and is a factor in determining whether a hearing will be conducted. Customers should bring to the Commission's attention any questions or concerns related to the Company's Application, including service, billing procedures or other factors important in determining the reasonableness of charges. Customers may have the right to intervene in this matter. Customers wishing to communicate with the Commission, or request information on intervention in the proceeding, should contact the Commission's Consumer Services Section at 800-222-7000 (if located outside the Phoenix local calling area) or 602-542-4251 in the Phoenix local calling area. Customers may also contact the Tucson Commission office by calling 800-535-0148 (if located outside the Tucson local calling area) or 520-628-6555 in the Tucson local calling area.

Customers are advised that the Commission may act upon the Application without a hearing. Regardless of whether a formal hearing is held, customer comments submitted in writing will be placed in the office file, which the Commission reviews prior to making its final decision on the Application. It is important that customers contact the Commission within 15 days of the receipt of this notice so that the Commission's Staff can consider customer comments and concerns in developing its recommendations to the Commission.

Company Name: Southland Utilities Company, Inc.	Test Year Ended: 31-Dec-14
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CURRENT AND PROPOSED RATES AND CHARGES

CUSTOMER CLASS: Residential____ Commercial____ Industrial____

Irrigation____ All X Other, specify_____

MINIMUM OR SERVICE CHARGES	CURRENT RATES ¹			PROPOSED RATES		
	\$		GALLONS	\$		GALLONS
5/8" x 3/4" Meter	\$ 16.00	for	-	\$ 30.00	for	-
3/4" Meter	22.50	for	-	45.00	for	-
1" Meter	37.50	for	-	75.00	for	-
1-1/2" Meter	75.00	for	-	150.00	for	-
2" Meter	120.00	for	-	240.00	for	-
3" Meter	240.00	for	-	480.00	for	-
4" Meter	375.00	for	-	750.00	for	-
6" Meter	750.00	for	-	1,500.00	for	-
MONTHLY WIFA SURCHARGE	CURRENT RATES			PROPOSED RATES		
5/8" x 3/4" Meter	\$ 16.00			0		
3/4" Meter	22.50			0		
1" Meter	37.50			0		
1-1/2" Meter	75.00			0		
2" Meter	120.00			0		
3" Meter	240.00			0		
4" Meter	375.00			0		
6" Meter	750.00			0		

¹ Monthly minimum rates per Decision 72429 as amended *NUNC PRO TUNC* on June 30, 2011.

Note: If rates and charges vary across customer classes, duplicate the form and complete one for each rate class. (e.g., residential, commercial) unless "All" is checked.

Company Name: Southland Utilities Company, Inc.	Test Year Ended: 31-Dec-14
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CURRENT AND PROPOSED RATES AND CHARGES (Continued)

Commodity Charge in Excess of Minimum (Charge Per 1,000 Gallons)	Current Rates		Proposed Rates	
	Rate	Gallons	Rate	Gallons
5/8" x 3/4" Meter (All Classes)				
First Tier	\$ 1.55	0 to 2,000	\$ 2.75	0 to 2,000
Second Tier	3.00	2,001 to 6,000	4.00	2,001 to 6,000
Third Tier	4.00	6,001 to 12,000	5.79	6,001 to 12,000
Fourth Tier	6.18	Over 12,000	7.05	Over 12,000
3/4" Meter (All classes)				
First Tier	\$ 4.00	1 to 12,000	\$ 5.79	1 to 12,000
Second Tier	6.18	Over 12,000	7.05	Over 12,000
1" Meter (All Classes)				
First Tier	\$ 4.00	1 to 30,000	\$ 5.79	1 to 30,000
Second Tier	6.18	Over 30,000	7.05	Over 30,000
1 1/2" Meter (All Classes)				
First Tier	\$ 4.00	1 to 60,000	\$ 5.79	1 to 60,000
Second Tier	6.18	Over 60,000	7.05	Over 60,000
2" Meter (All Classes)				
First Tier	\$ 4.00	1 to 90,000	\$ 5.79	1 to 90,000
Second Tier	6.18	Over 90,000	7.05	Over 90,000
3" Meter (All Classes)				
First Tier	\$ 4.00	1 to 125,000	\$ 5.79	1 to 125,000
Second Tier	6.18	Over 125,000	7.05	Over 125,000
4" Meter (All Classes)				
First Tier	\$ 4.00	1 to 200,000	\$ 5.79	1 to 200,000
Second Tier	6.18	Over 200,000	7.05	Over 200,000
6" Meter (All Classes)				
First Tier	\$ 4.00	1 to 400,000	\$ 5.79	1 to 400,000
Second Tier	6.18	Over 400,000	7.05	Over 400,000

Company Name: Southland Utilities Company, Inc.	Test Year Ended: 31-Dec-14
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CURRENT AND PROPOSED SERVICE CHARGES

CUSTOMER CLASS: Residential____ Commercial____ Industrial____

 Irrigation____ All X Other, specify_____

SERVICE LINE AND METER INSTALLATION	CURRENT CHARGES			PROPOSED CHARGES		
	SERVICE LINE CHARGES	METER CHARGES	TOTAL CHARGES	SERVICE LINE CHARGES	METER CHARGES	TOTAL CHARGES
5/8" x 3/4" Meter	\$ 445.00	\$ 155.00	\$ 600.00	\$ 445.00	\$ 155.00	\$ 600.00
3/4" Meter	445.00	255.00	700.00	445.00	255.00	700.00
1" Meter	495.00	315.00	810.00	495.00	315.00	810.00
1-1/2" Meter	550.00	525.00	1,075.00	550.00	525.00	1,075.00
2" Turbine Meter	830.00	1,045.00	1,875.00	830.00	1,045.00	1,875.00
2" Compound Meter	830.00	1,890.00	2,720.00	830.00	1,890.00	2,720.00
3" Turbine Meter	1,045.00	1,670.00	2,715.00	1,045.00	1,670.00	2,715.00
3" Compound Meter	1,165.00	2,545.00	3,710.00	1,165.00	2,545.00	3,710.00
4" Turbine Meter	1,490.00	2,670.00	4,160.00	1,490.00	2,670.00	4,160.00
4" Compound Meter	1,670.00	3,645.00	5,315.00	1,670.00	3,645.00	5,315.00
6" Turbine Meter	2,210.00	5,025.00	7,235.00	2,210.00	5,025.00	7,235.00
6" Compound Meter	2,330.00	6,920.00	9,250.00	2,330.00	6,920.00	9,250.00
Over 6"	N/A	N/A	N/A	Cost	Cost	Cost

OTHER CHARGES	CURRENT CHARGES	PROPOSED CHARGES
Establishment	\$ 30.00	\$ 35.00
Reconnection (Delinquent)	40.00	45.00
After Hours Service Charge	N/A	50.00
Meter Test (if correct)	\$ 35.00	40.00
Deposit	*	*
Deposit Interest	*	*
Re-establishment (Within 12 Months)	**	**
NSF Check	\$ 25.00	\$ 30.00
Deferred Payment, per Month	1.5% per mo.	1.5% per mo.
Meter Re-Read (If Correct)	\$ 20.00	\$ 25.00
Late Fee	1.5% per mo.	1.5% per mo.
Monthly Service Charge for Fire Sprinklers	***	***
Establishment (After Hours)	\$ 40.00	N/A
Reconnection (Delinquent and After Hours)	50.00	N/A

* Per Commission Rules R-14-2-403.B

** Months off system times the monthly minimum per R14-2-403.d

*** 2% of monthly minimum for a comparable sized meter connection, but no less than \$10.00 per month.
The service charge for fire sprinklers is only applicable for service lines separate and distinct from the primary service line.